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ABSTRACT

The five States represented include Florida, Michigan, Wisconsin, Kansas, and California. For each State the data are presented in terms of the changes occurring in State aid/pupil, the changes in local revenues/pupil, and the changes in local school property tax rates. A final column lists the change in total taxable property for schools, 1972-73 to 1973-74. Another chart is given for each State in which wealth comparisons are made, taking five factors into account: (1) assessed valuation/pupil, 1973-74, (2) ratio county to State, (3) per capita income 1969-70, (4) ratio county to State, and (5) combined wealth factor. (Author/AM)

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PRELIMINARY

STATISTICS

ON

The Urban Impact

OF

Changes in State Aid/pupil, Local Revenues/Pupil

and Local School Property Taxes

1972-73 to 1973-74

IN

Selected States

Which enacted major school finance reforms in 1973

U.S. DEPARTMENT OF HEALTH, EDUCATION & WELFARE
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February 15, 1974

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FLORIDA

	State Aid/pupil 1/			Local Revenues/pupil 2/			Local School Property Tax Rates 3/			Change in Total Taxable Property for Schools, 1972-73, to 1973-74 3/
	72-73	73-74	Change	72-73	73-74*	Change	72-73	73-74	Change	
Dade County (Miami	414	472	+14%	466	486	+4%	10.0 mills	10.0 mills	-0-	15%
Broward County (Ft.Lauderdale)	390	483	+24%	532	451	-15%	10.0	10.0	-0-	12%
Hillsborough County (Tampa)	532	583	+10%	300	245	-18%	10.0	10.0	-0-	18%
Duval County (Jacksonville)	491	608	+24%	232	249	+7%	10.0	10.0	-0-	15%
Orange County (Orlando)	497	530	+7%	284	324	+14%	10.0	10.0	-0-	25%
Palm Beach Cty. (W.Palm Beach)	361	392	+9%	572	596	+4%	9.8	9.8	-0-	23%
State	470	513	+9%	285	356	25%	9.7* mills	9.6* mills	-1%	24%

1/ 1972-73 ADM estimated from ADA (ADA divided by .93). 1973-1974 estimated FTE which is comparable to ADM. State aid excludes categorical aid. Earned state aid for 1972-73 prorated at 97.202% for actual allocation. Major categorical programs in 1973-74 are transportation ($21 million) and capital outlay ($89.5 million)

2/ While these selected urban districts increased local revenues less than state average, it is believed that Pinellas County (St. Petersburg) and Santa Rosa County (Pensacola) probably had large increases due to higher assessment (See note 3.) Figures weren't really available for these counties.

3/ While little basic change occurred in tax rates, significant changes were made in assessment ratios, as total taxable property for school purposes increased from $46.6 billion to $58.0 billion, or 24%. Pinellas County (St. Petersburg) and Santa Rosa County (Pensacola), two of the other four major urban districts not shown above, had their total valuations increased 133% and 107%, respectively.

*Estimated.

Wealth Comparisons

FLORIDA

	(1) Assessed Valuation/Pupil 1/ 1973-74	(2) Ratio County to State	(3) Per Capita Income 2/ 1969-70	(4) Ratio County to State	(5) Combined Wealth Factor 3/
Dade County (Miami)	$ 50,670	1.34	$ 3429	1.04	1.19
Broward County (Ft. Laud.)	46,985	1.24	3763	1.14	1.19
Hillsborough Cty. (Tampa)	25,552	.68	2789	.85	.77
Duval County (Jacksonville)	25,927	.69	n.a.	n.a.	.69
Orange County (Orlando)	33,754	.89	3024	.92	.91
Palm Beach County (W. Palm Beach)	63,669	1.69	3857	1.17	1.43
State	$ 37,774	1.00	$ 3298	1.00	1.00

1/ There was a 24% increase in total assessed valuation in the state from 1972-73 as a result of state pressure toward assessment at full market value; thus, these figures, while not perfectly equalized, are much closer to being so than 1972-73 figures would be. Source: Information provided by Jack Leppert, Staff Director, Senate Education Committee.

2/ 1969 Calendar year personal income; 1970 population for the county. Sources: U.S. Department of Treasury, Office of Revenue Sharing Data Elements, Entitlement Period 4 and U.S. Bureau of the Census Governmental Finance in 1969-70, Table 26.

3/ Column (2) and Column (4) divided by 2. Ratios below 1.00 indicate wealth disadvantagement.

MICHIGAN

	State Aid/pupil[1]			Adjusted Local Revenues/pupil[2]			Local School Property Tax Rates[3]		
	72-73	73-74*	Change	72-73	73-74	Change	72-73	73-74	Change
Detroit	$441	$512	+16%	$318	$465	+46%	15.5 mills	22.0 mills	+42%
Flint	347	358	+ 3%	650	753	+16%	29.2	30.7	+ 5%
Pontiac	267	280	+ 5%	680	719	+ 6%	24.5	24.5	-0-
Grand Rapids	375	414	+10%	601	626	+ 4%	27.1	27.1	-0-
Lansing	372	400	+ 7%	639	691	+ 8%	30.0	30.0	-0-
Kalamazoo	267	251	- 6%	1005	1067	+ 6%	34.0	34.0	-0-
State	$398	$439	+10%	$530	$596*	+12%	26.3 mills	27.0* mills	+ 3%

1/ Includes categorical aid.

2/ "Adjusted local revenues" are calculated as follows: school operating millage x state equalized valuation/pupil.

3/ Operating millage.

* Estimated

Data Sources: Mrs. Shirley Waldron, Department Services, State Department of Education and Mr. Purnell, State Tax Commission.

Wealth Comparisons

MICHIGAN

	(1) State Equalized Valuation/Pupil 1/ 1973-74	(2) Ratio City to State	(3) Per Capita Income 2/ 1969-70	(4) Ratio City to State	(5) Combined Wealth Factor 3/
Detroit	$ 21,154	.96	$ 3200	.81	.89
Flint	24,515	1.11	3204	.81	.96
Pontiac	29,356	1.33	2843	.72	1.03
Grand Rapids	23,112	1.05	3172	.80	.93
Lansing	23,041	1.04	3365	.85	.95
Kalamazoo	31,397	1.42	3233	.82	1.12
State	22,076	1.00	3944	1.00	1.00

1/ Source: Information provided by Mrs. Shirley Waldron, Dept. Services, State Department of Education and Mr. Purcell, State Tax Commission.

2/ 1969 Calendar year personal income; 1970 population. Sources: U.S. Dept. of Treasury, Office of Revenue Sharing Data Elements, Entitlement Period 4 and U. S. Bureau of the Census Governmental Finances in 1969-70, Table 26.

3/ Column (2) and Column (4) divided by 2. Ratios below 1.00 indicate wealth disadvantagement.

WISCONSIN

	State Aid/pupil[1]			Local Revenues/pupil[2]			Adjusted Local School Property Tax Rates[3]		
	72-73	73-74	Change	72-73	73-74	Change	72-73	73-74	Change
Milwaukee	$266	$455	+71%	$871	$826	- 5%	21.5 mills	19.2 mills	-11%
Madison	156	150	- 4%	1108	1224	+10%	19.0	19.1	-0-
Racine	376	551	+46%	662	570	-14%	19.6	15.8	-19%
Green Bay	200	357	+78%	796	707	-11%	18.4	15.2	-17%
State	$317	$442	+39%	$766	$742	- 3%	18.6 mills	17.6 mills	- 5%

1/ General State aid (87.5% of total State elementary and secondary education budget). Excludes categorical aid. Includes state assumption of the costs for the employer's share of teachers' retirement and teachers' social security in order to present comparable data.

2/ "Local revenues" are the local property tax contribution for shared costs, including principal, interest and capital outlay costs up to $100/pupil. Other local receipts, county and federal receipts, user fees and community service costs are excluded.

3/ Adjusted based on equalized prior year assessed valuation.

Data Source: Ron Geason, State Bureau of Planning and Budget.

Wealth Comparisons

WISCONSIN

	(1) Equalized Assessed Valuation/Pupil 1/ 1973-74	(2) Ratio City to State	(3) Per Capita Income 2/ 1969-70	(4) Ratio City to State	(5) Combined Wealth Factor 3/
Milwaukee	$ 42,919	1.01	$ 3184	.91	.96
Madison	63,990	1.51	3472	1.00	1.26
Racine	36,053	.85	3193	.92	.89
Green Bay	46,425	1.09	2896	.83	.96
State	42,402	1.00	3480	1.00	1.00

1/ Based on prior year assessed valuation. Source: Information provided by Ron Geason, State Bureau of Planning and Budget.

2/ 1969 Calendar year personal income; 1970 population. Sources: U. S. Dept. of Treasury, Office of Revenue Sharing Data Elements, Entitlement Period 4 and U.S. Bureau of the Census Governmental Finances in 1969-70, Table 26.

3/ Column (2) and Column (4) divided by 2. Ratios below 1.00 indicate wealth disadvantagement.

KANSAS

	State Aid/pupil[1]			Local Revenues/pupil[2]			Adjusted Local School Property Tax Rates[3]		
	72-73*	73-74*	Change	72-73*	73-74*	Change	1972	1973*	Change
Wichita	$219	$486	+122%	$592	$410	-31%	37.6 mills	28.0 mills	-25%
Kansas City	178	410	+130%	475	267	-44%	32.2	23.8	-26%
Topeka	187	438	+134%	562	494	-12%	35.0	27.9	-20%
State	$209	$379	+81%	$618	$434	-30%	21.9 mills	20.5 mills	-6%

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1/ General and supplemental per FTE. Excludes categorical aid. 1973-74 figures include proposed State aid plus estimated 10% individual income tax rebate which the districts can use to lower local property taxes or to expend for general operating expenses.

2/ Includes budgeted share of county foundation fund. Excludes transportation.

3/ Adjusted to 30% assessed valuation. Includes levy for county foundation fund: 1972 8 mills, 1973 2 mills.

* Estimated

Data Sources: Computer run "1973 Substitute Senate Bill 92 - May 23, 1973" with information also supplied by Richard Ryan, Associate Director, Legislative Research Department and Dale Dennis, School Finance & Statistics Section, State Department of Education.

Wealth Comparisons

KANSAS

	(1) Equalized Assessed Valuation/Pupil 1/ 1972	(2) Ratio City to State	(3) Per Capita Income 2/ 1969-70	(4) Ratio City to State	(5) Combined Wealth Factor 3/
Wichita	$ 14,152	.75	$ 3259	.91	.84
Kansas City	13,367	.71	2839	.79	.75
Topeka	13,619	.72	3219	.89	.81
State	18,891	1.00	3600	1.00	1.00

1/ Adjusted to 30% assessed valuation. Source: Computer run "1973 Substitute Senate Bill 92 - May 23, 1973".

2/ 1969 Calendar year personal income; 1970 population. Sources: U.S. Department of Treasury, Office of Revenue Sharing Data Elements, Entitlement Period 4 and U.S. Bureau of the Census Governmental Finances in 1969-70, Table 26.

3/ Column (2) and Column (4) divided by 2. Ratios below 1.00 indicate wealth disadvantagement.

CALIFORNIA

	State Aid/pupil[1/]			Local Revenues/pupil			Local School Property Tax Rates		
	72-73	73-74*	Change	72-73	73-74	Increase	72-73	73-74	Change
Los Angeles	$185	$227	+22%	UNAVAILABLE			UNAVAILABLE		
Long Beach	125	125	-0-						
Compton	402	596	+48%						
San Diego	187	224	+20%						
San Francisco	125	125	-0-						
Oakland	151	154	+ 2%						
San Jose	186	220	+18%						
Fresno	279	437	+57%						
Sacramento	247	364	+47%						
State	222	304	+37%						

1/ Basic aid, Equalization aid and Supplementary Support per ADA. Excludes categorical aid.

* Estimated

Data Sources: Computer run "School District Impact of SB90 and AB1267 - Jan. 24, 1974" for Assembly Education Committee. Interpretation provided by Paul Holmes, staff of Assembly Education Committee.

Wealth Comparisons

CALIFORNIA

	(1) Equalized Assessed Valuation/Pupil 1/ 1973-74	(2) Ratio City to State	(3) Per Capita Income 2/ 1969-70	(4) Ratio City to State	(5) Combined Wealth Factor 3/
Los Angeles	$ 15,950	1.09	$ 3951	.95	1.02
Long Beach	21,519	1.46	3960	.95	1.21
Compton	6,219	.42	2259	.54	.48
San Diego	16,473	1.12	3517	.84	.98
San Francisco	35,984	2.45	4232	1.01	1.73
Oakland	19,461	1.32	3616	.87	1.10
San Jose	16,359	1.11	3394	.81	.96
Fresno	10,377	.71	2856	.68	.70
Sacramento	12,461	.85	3383	.81	.83
State	$ 14,689	1.00	$ 4180	1.00	1.00

1/ Source: Computer run "School District Impact of SB90 and AB 1267--January 24, 1974" for Assembly Education Committee.

2/ 1969 Calendar year personal income; 1970 population. Sources: U.S. Dept. of Treasury, Office of Revenue Sharing Data Elements, Entitlement Period 4 and U.S. Bureau of the Census Governmental Finances in 1969-70, Table 26.

3/ Column (2) and Column (4) divided by 2. Ratios below 1.00 indicate wealth disadvantagement.